

EXHIBIT 1

INTRODUCTION

Respondent Thomas Campbell is the Mayor of the City of Solana Beach. He has been a member of the Solana Beach City Council since December 5, 1994. As a mayor, Respondent is required by sections 87200 and 87203 of the Political Reform Act (the “Act”)¹ to file an annual statement of economic interests each year, disclosing the reportable economic interests that he held during the preceding calendar year.

In this matter, Respondent failed to timely file an annual statement of economic interests for calendar year 2001 by the April 2, 2002 due date.

For the purposes of this Stipulation, Respondent’s violation of the Act is stated as follows:

As Mayor of the City of Solana Beach, Respondent Thomas Campbell failed to timely file a 2001 annual statement of economic interests, by the April 2, 2002 due date, in violation of section 87203 of the Government Code.

SUMMARY OF THE LAW

An express purpose of the Act, as set forth in Section 81002, subdivision (c), is to ensure that the assets and income of public officials, which may be materially affected by their official actions, be disclosed, so that conflicts of interest may be avoided.

In furtherance of this purpose, Section 87203 requires every person who holds an office listed in Section 87200 to file, at a time specified in the Commission’s regulations, an annual statement of economic interests disclosing investments, interests in real property, and income held since the previous statement was filed. Offices listed in Section 87200 include mayors and members of city councils. Under Regulation 18723, subdivision (b)(2), the due date for a mayor to file an annual statement of economic interests is April 1st of each year (or the next business day after April 1st, if April 1st falls on a Saturday, Sunday or official holiday). Under Section 87500, subdivision (g), a mayor must file the statement with the City Clerk, which shall retain a copy of that statement, and forward the original to the Fair Political Practices Commission (the “Commission”), which is the filing officer for mayors and members of city councils.

¹ The Act is contained in Government Code sections 81000 through 91014. All statutory references are to the Government Code, unless otherwise indicated. The regulations of the Fair Political Practices Commission are contained in sections 18109 through 18997 of Title 2 of the California Code of Regulations. All regulatory references are to Title 2, Division 6 of the California Code of Regulations, unless otherwise indicated.

SUMMARY OF THE FACTS

Respondent Thomas Campbell is Mayor of the City of Solana Beach, and has been a member of the Solana Beach City Council since December 5, 1994. As a mayor, Respondent is required to file an annual statement of economic interests each year, disclosing the reportable economic interests that he held during the preceding calendar year. The due date for Respondent to file an annual statement of economic interests for calendar year 2001 was April 2, 2002.

Respondent failed to file a 2001 annual statement of economic interests by April 2, 2002, in violation of Section 87203.

On March 14, 2002, Laura Sao, Solana Beach City Clerk, sent a letter to Respondent, notifying him that his 2001 annual statement of economic interests was due by April 2, 2002.

On April 23, 2002, Cyndi Glaser of the SEI Unit for the Commission sent a letter to Respondent, informing him that his 2001 annual statement of economic interests was past due, and asking him to file the statement as soon as possible. On June 3, 2002, Ms. Glaser sent a second letter to Respondent, advising him that the matter would be referred to the Commission's Enforcement Division if the delinquent statement was not received within ten days. When the statement was not filed in response to Ms. Glaser's letters, the matter was referred to the Enforcement Division.

On June 27, 2002, Mary Ann Kvasager, the SEI Coordinator for the Enforcement Division, contacted Respondent by telephone. During that conversation, Ms. Kvasager advised Respondent that his 2001 annual statement of economic interests was past due, and instructed him to file the statement immediately.

On July 1, 2002, Respondent filed his 2001 annual statement of economic interests.

ADDITIONAL INFORMATION

Respondent filed his 2000 annual statement of economic interests more than three months late.

CONCLUSION

This matter consists of one count of violating Section 87203, which carries a maximum administrative penalty of \$5,000. Under the SEI Expedited Procedures adopted by the Commission in July 1999, the usual administrative penalty for a non-filer that promptly files a delinquent statement of economic interests within 30 days of being contacted by an Enforcement Division investigator is between \$200-\$300. However, the Commission has given the Enforcement Division the discretion to obtain a higher penalty where there are sufficiently compelling aggravating factors present to justify it.

Respondent has a two year history of failing to file annual statements of economic interests in a timely manner, and therefore this case warrants a higher penalty than the \$200-

\$300 imposed under the Expedited Procedures program. While Respondent promptly filed his delinquent 2001 annual statement after being contacted by the Enforcement Division SEI Coordinator, it was still necessary for the filing officer and the Enforcement Division to take additional action in order to secure Respondent's compliance with the Act.

Therefore, imposition of the agreed upon penalty of Six Hundred Dollars (\$600) is appropriate.